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GORDON E. HARMSTON Executive Director. NATURAL RESOURCES

> CLEON B. FEIGHT Director



STATE OF UTAH

DEPARTMENT OF NATURAL RESOURCES

DIVISION OF OIL, GAS, AND MINING 1588 West North Temple Salt Lake City, Utah 84116 (801) 533-5771

May 29, 1979

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Mr. Dean Roberts Energy Fuels Nuclear P.O. Box 787 Blanding, Utah 84511

Re: Hillside-Gizmo-Maybe-

Vallejo-Bears Ears

ACT/037/015

Dear Dean:

As you know the Division issued tentative approval to this mine on February 9, 1979. We are awaiting surety to be posted for reclamation here in the amount of \$24,792. This surety estimate was outlined in Mr. Thompson's letter to you of February 5, 1979.

A question has been raised by John Blake of the Utah Division of State Lands. That Division has no record of Energy Fuels being in possession of a mineral lease on Section 2, Township 37 South, Range 16 East. As you will recall, Mr. Dave Markley of Energy Fuels Nuclear verified to Mr. Jim Smith of the Division by telephone on May 17, 1978 that this operation would be located on sections 2, 10, & 11 of Township 37 South, Range 16 East.

Before final approval can be issued, this ownership question should be clarified and of course, the previously-mentioned surety should be posted.

Sincerely,

RONALD W. DANIELS COORDINATOR OF MINED

LAND DEVELOPMENT

RWD/sp

cc: John Blake, State Lands